GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:793
ANSWERED ON:17.08.2007
IT EXEMPTION UNDER SPORTS DEVELOPMENT FUND
Lagadapati Shri Rajagopal

Will the Minister of FINANCE be pleased to state:

(a) whether contributions made under the National Sports Development Fund entail 100% tax exemption under Section 80G of the Income Tax;

(b) whether the Government of Andhra Pradesh has requested for tax exemption to its proposed Andhra Pradesh State Sports Development Fund under section 80G of Income Tax Act; and

(c) if so, the action taken by the Government with reasons therefor?

Answer

MINISTER OF STATE FOR FINANCE (REVENUES) (SHRI S.S. PALANIMANICKAM)

(a): Yes, Sir. Under the provisions of Section 80G(2)(iiihg) of the Income Tax Act, 1961, the donations made to the National Sports Fund are eligible for 100 per cent deduction.

(b): Yes, Sir.

(c): The benefit of 100% deduction was not extended to contributions made to the Andhra Pradesh State Sports Development Fund because this Fund does not qualify to be a fund of national importance.